AMENDED IN ASSEMBLY MAY 22, 1998 AMENDED IN ASSEMBLY MARCH 12, 1998

CALIFORNIA LEGISLATURE—1997-98 REGULAR SESSION

ASSEMBLY BILL

No. 1686

Introduced by Assembly Member Murray Members Wildman, Havice, Hertzberg, and Murray (Coauthors: Assembly Members Baca, Gallegos, Havice, Honda, Knox, Kuehl, Napolitano, Wildman, and Wright)

(Coauthor: Senator Watson)

January 16, 1998

An act to amend Sections 163, 164, and 167 of, and to repeal Sections 215.5 and 215.6 of, the Streets and Highways Code, relating to highways.

LEGISLATIVE COUNSEL'S DIGEST

AB1686. as amended, Murray Wildman. Highways: soundwalls.

Existing law requires that all transportation funds that are available to the state be expended according to specified priorities. Twenty-five percent of the balance available after deducting expenditures for those priorities is required to be available for interregional capital improvement projects and 75% of that balance is required to be available for regional capital improvement projects, both of which are programmed in the state transportation improvement program. The funds made available for regional projects are required to be used for, among other things, soundwall projects.

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Existing law requires the Department of Transportation to develop and implement a system of priorities for ranking the need for retrofit of soundwalls along freeways.

This bill would require that 50% of the expenditures for retrofitting the soundwalls on a specified priority established by the department on May 3, 1989, be funded prior making state transportation funds available interregional and regional capital improvement projects in the state transportation improvement program. The would prohibit the expenditure of funds provided for any project in the soundwall retrofitting program unless a match of 50% of the design and construction costs for that project is provided from local funding sources. The bill would provide soundwall retrofit retrofitting projects department's priority list would not be funded as regional soundwall projects.

This bill would repeal the requirement that the Department of Transportation develop and implement a system of priorities for ranking the need for the installation of soundwalls along freeways, and *would* make a related change.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 163 of the Streets and Highways 2 Code is amended to read:
- 3 163. The Legislature, through the enactment of this
- section, intends to establish a policy for the use of all transportation funds that are available to the state.
- 5 transportation funds that are available to the state, 6 including the State Highway Account, the Public
- 7 Transportation Account, and federal funds. The
- 8 department and the commission shall prepare fund
- 9 estimates pursuant to Sections 14524 and 14525 of the
- 10 Government Code based on the following:
- 11 (a) Annual expenditures for the administration of the 12 department shall be the same as the most recent Budget
- 13 Act, adjusted for inflation.
- 14 (b) Annual expenditures for the maintenance and 15 operation of the state highway system shall be the same

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as the most recent Budget Act, adjusted for inflation and 2 inventory.

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- (c) Annual expenditure for the rehabilitation of the state highway system shall be the same as the most recent Budget Act, or, if a long-range rehabilitation plan has been enacted pursuant to Section 164.6, it shall be based on planned expenditures in a long-range rehabilitation plan prepared by the department pursuant to Section 164.6.
- 10 (d) Annual expenditures for local assistance shall be the amount required to fund local assistance programs required by state or federal law or regulations, including, 12 13 but not limited to, railroad grade crossing maintenance, 14 bicycle lane account, congestion mitigation and quality, regional surface transportation programs, 15 16 highway bridge replacement and rehabilitation, 17 seismic retrofit, local hazard elimination and safety, local demonstration projects, 18 federal and local emergency 19 relief.
- (e) Annual expenditures for the soundwall retrofit 21 retrofit soundwall program shall be 50 percent of the amount required to complete by July 1, 2002 2004, the design and construction of the soundwalls included on the May 3, 1989, priority list established by the department pursuant to Section 215.5. Notwithstanding any other provision of law, the department may recommend to the commission that a soundwall project be deleted from the 28 list, the commission, based and upon recommendation, may delete the project if it determines the project is not cost effective, and the deletion of the project will not negatively impact the public health, safety, and welfare.
- (f) After deducting expenditures for administration, 34 operation, assistance, maintenance, local safety, rehabilitation, and soundwall retrofit retrofit soundwalls pursuant to subdivisions (a), (b), (c), (d), and e, and for expenditures pursuant to Section 164.56, the remaining funds shall be available for capital improvement projects be programmed in the state transportation improvement program.

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SEC. 2. Section 164 of the Streets and Highways Code 1 is amended to read:

- 3 164. (a) Funds made available for transportation capital improvement projects under subdivision (f) of 5 Section 163 shall be programmed and expended for the following program categories:
- 7 (1) Twenty-five for percent interregional 8 improvements.
 - (2) Seventy-five percent for regional improvements.
- (b) Sixtv of the funds percent available for interregional improvements under paragraph of subdivision (a) shall be programmed and expended for improvements to state highways that are specified in 14 Sections 164.10 to 164.20, inclusive, and that are outside the boundaries of an urbanized area with a population of 16 more than 50,000, and for intercity rail improvements.
- (c) Not less than 15 percent of the amount of funds 18 programmed under subdivision (b) shall be programmed improvement projects, intercity rail including separation of grade projects.
 - made available (d) Funds under paragraph (1) of subdivision shall be used for transportation improvement projects are needed to facilitate that interregional movement of people and goods. The projects may include state highway, intercity passenger rail, mass transit guideway, or grade separation projects.
- made available under paragraph (2) of (e) Funds 28 subdivision shall he used for transportation (a) needed 29 improvement projects that are to improve 30 transportation within the region. The projects may include, but shall not be limited to, improving state highways. local roads, public transit. intercity rail. pedestrian, and bicycle facilities, and grade separation, management, 34 transportation system transportation demand management, soundwall projects not included 36 on the May 3, 1989, soundwall retrofit retrofit soundwall priority list established by the department pursuant to 38 Section 215.5, intermodal facilities, and safety.
- 39 (f) Funds provided for any project in the retrofit soundwall program under subdivision (e) of Section 163

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may not be expended unless a match of 50 percent of the design and construction costs for that project is provided from local funding sources.

- SEC. 3. Section 167 of the Streets and Highways Code 4 5 is amended to read:
- 167. (a) Funds in the State Highway Account in the State **Transportation** Fund shall be programmed, expended 8 budgeted subject to Section 163, and maximize the use of federal funds and shall be based on the following sequence of priorities: 10
 - (1) Operation, maintenance, and rehabilitation of the state highway system.
- 13 (2) Safety improvements where physical changes, 14 other adding additional lanes, would reduce than fatalities and the number and severity of injuries. 15
 - (3) Soundwall retrofit Retrofit soundwalls, as specified in subdivision (e) of Section 163.
 - (4) Transportation capital improvements that expand capacity or reduce congestion, or do both.
 - (5) Environmental enhancement mitigation and programs.
 - (b) With respect to the funds in the State Highway Account, in the Public Transportation Account, and in the Passenger Rail Bond Fund, the proposed budget shall be organized on a program basis. The proposed budget shall list the proposed expenditures for the transportation program under the following program elements:
 - (1) Administration.
- 29 (2) Program development.
- 30 (3) Maintenance.

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- 31 (4) State highway operation and protection.
- (5) Local assistance. 32
- 33 (6) Interregional improvements.
- 34 (7) Regional improvements.
- 35 (8) Environmental enhancement mitigation and 36 programs.
- 37 (c) State operations expenditure amounts of the department for interregional and regional transportation 38 improvement projects shall be listed as required by 39 subdivision (b) of Section 14529 of the Government Code,

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but those amounts other than those for the acquisition of rights-of-way and construction shall not be subject to allocation by the commission.

- (d) To align the annual budget with the adopted state 5 transportation improvement program, the may submit to the Department of Finance revised capital outlay support and capital outlay budget estimates as part of its May revision process.
- (e) The budget shall not include specific 10 appropriations for specific transportation improvement projects, and the Legislature shall not enact legislation containing specific individual transportation projects.
 - (f) The basis for defining major and minor capital outlay projects shall be established by the commission.
- (g) The Legislative Analyst shall prepare an analysis of 15 16 the proposed expenditures for each program element as a part of the budget analysis. 17
- 18 SEC. 4. Section 215.5 of the Streets and Highways 19 Code is repealed.
- 20 SEC. 5. Section 215.6 of the Streets and Highways 21 Code is repealed.